January 31, 1990
JCX-2-90

ESTIMATED REVENUE EFFECTS OF EXTENDING EXPIRING PROVISIONS PERMANENTLY

Provisions with Negative Revenue Effects

Fiscal Years 1991-1995
[Millions of Dollars]

Provision	Expiration Date	1991	1992	1993	1994	1995	1991-95
1. Foreign allocation of R&D	8/1/90 (1)	-503	-708	-772	-837	-903	-3,723
2. Research and experimentation credit (2)	12/31/90 (3)	-922	-1,175	-1,299	-1,443	-1,575	-6,414
3. Employer-provided educational assistance	9/30/90	-255	-331	-345	-358	-372	-1,661
4. Group legal services	9/30/90	-80	-108	-113	-120	-125	-546
5. Targeted jobs tax credit	9/30/90	-81	-154	-211	-242	-266	-954
6. Business energy credits (solar, geothermal, and ocean thermal property)	9/30/90	-55	-54	-41	-42	-45	-237
7. Low-income housing credit	12/31/90 (3)	-173	-454	-827	-1,229	-1,613	-4,296
8. Mortgage revenue bonds and mortgage credit certificates	9/30/90	-10	-50	-140	-240	-330	-770
9. Qualified small-issue manufacturing bonds	9/30/90	-10	-50	-120	-190	-260	-630
10. Health insurance for self-employed	12/31/90 (3)	-374	-473	-544	-626	-720	-2,737
11. Orphan drug credit	12/31/90	-4	-7	-7	-7	-7	-32
12. "Placed-in-service date" for nonconventional fuels production credit	12/31/90	-6	-14	-20	-26	-33	-99
GRAND TOTALS		**-2,473**	**-3,578**	**-4,439**	**-5,360**	**-6,249**	**-22,099**

NOTES: All estimates assume full restoration of tax benefits for 1990, and permanent extension thereafter.
Estimates assume legislation enactment date of October 1, 1990.

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(1) The Omnibus Budget Reconciliation Act of 1989 extended this provision on a prorated basis for 9 months after start of a firm's first tax year beginning after August 1, 1989.

(2) Estimate reflects a phased-in increase in the base limitation to 75% for taxable years beginning in 1995 or later (as provided for in the permanent extension of the credit approved by both the House of Representatives and the Senate Finance Committee).

(3) The Omnibus Budget Reconciliation Act of 1989 extended these provisions for a 9-month prorated portion of the year.